

**Report Date:** January 29, 2015

**TCAPR, CORP.**

Office of the  
Technical  
Compliance Advisor

December 31

**2014**

**Financial  
Report as of :**

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Prepared by:  
Eric Guzman  
Executive Office  
Manager

January 29, 2015

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**To: Judge Gustavo A Gelpi**  
 United States District Court for the District of Puerto Rico  
 Federico Degetau Federal Building  
 150 Carlos Chardón Street  
 San Juan, PR, 00918-1767

**From: Eric Guzman**  
 Executive Office Manager  
 Office of the Technical Compliance

**Re: Mr. Arnaldo Claudio**  
 Technical Compliance Advisor ("TCA")  
 TCAPR, Corp.

**Subject:** Financial Report as of December 31, 2014

**Copies:** US Department of Justice  
 PR Department of Justice

**TCAPR, Corp.**  
**Statement of Operations and Fund Balance vs. Budget**  
**As of December 31, 2014**

TCAPR, CORP.	ACTUAL	BUDGET	VARIANCE
<b>TOTAL PRPD REFORM CONTRIBUTIONS</b>	\$ 607,466	\$ 850,000	\$ (242,534)
<b>PROGRAM EXPENSES</b>			
SALARIES & WAGES	259,601	266,921	(7,320)
CONSULTANTS (CORE TEAM)	262,000	414,073	(152,073)
SPECIALISTS	9,975	64,167	
TRANSPORTATION	5,111	32,426	(27,315)
<b>TOTAL PROGRAM EXPENSES</b>	<u>536,687</u>	<u>777,587</u>	<u>(240,900)</u>
<b>MANAGEMENT &amp; GENERAL EXPENSES</b>			
EMPLOYER RELATED TAXES & BENEFITS	30,100	30,360	(260)
COMMUNICATIONS	1,279	1,750	(471)
PROFESSIONAL FEES	11,394	10,220	1,174
BANK CHARGES & FEES	366	335	31
OTHER OFFICE CHARGES	830	-	830
OFFICE RENT EXPENSE	18,000	18,000	-
<b>TOTAL MANAGEMENT &amp; GENERAL EXPENSES</b>	<u>61,968</u>	<u>60,665</u>	<u>1,303</u>
<b>FUND BALANCE</b>	<u>\$ 8,810</u>	<u>\$ 11,748</u>	<u>\$ (2,938)</u>

**TCAPR, Corp.**  
**Statement of Financial Position**  
**As of December 31, 2014**

TCAPR, CORP.	ACTUAL
<b>ASSETS</b>	
<u>CURRENT ASSETS</u>	
BANK ACCOUNT	\$ 23,937
RESTRICTED FUNDS (F1)	8,054
PRPD FUND RECEIVABLE (USDC)	60,556
PRPD FUND UNBILLED EXPENSES (USDC)(F2)	<u>3,858</u>
TOTAL CURRENT ASSETS	96,405
<u>OTHER ASSETS</u>	
PRTC DEPOSIT (F3)	<u>150</u>
<b>TOTAL ASSETS</b>	<b><u>96,555</u></b>
<b>LIABILITIES AND FUND BALANCES</b>	
<u>CURRENT LIABILITIES</u>	
ACCOUNTS PAYABLE	61,829
USDC EXCESS DEPOSIT (F4)	7,296
TCAPR OVERBILLED (F5)	1,210
SOCIAL SECURITY TAXES	5,171
FEDERAL UNEMPLOYMENT TAX	182
STATE INCOME TAX WITHHOLDING	7,085
VA - INCOME TAX WITHHOLDING	617
CHAUFFER INSURANCE	10
7% INCOME TAXES PAYABLE	3,105
ACCRUED VACATION	1,009
ACCRUED SICK	<u>231</u>
<b>TOTAL CURRENT LIABILITIES</b>	<b>87,744</b>
RESTRICTED FUND BALANCE	8,810
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 96,555</u></b>

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**TCAPR, Corp.**  
**Statement of Financial Position**  
**As of December 31, 2014**

The TCA Office operates with reimbursement from PRPD funds deposited in the USDC and restricted for a specific use. The Restricted Fund Balance of \$8,810 represents funds requested at an earlier date to cover accrued expenses that have yet to be disbursed:

- (a) Landlord Deposit of \$6,000
- (b) Funds for an Office Switchboard of \$1,675
- (c) Office Petty Cash of \$379
- (d) Invoiced and unpaid employee benefits of \$577
- (e) Commercial account interest income of \$29
- (f) PRTC/CLARO Deposit of \$150

**Footnote 1: Restricted Funds**

The actual bank account balance contains funds in the amount of \$8,054 that have been designated for the following transactions:

- (a) Landlord Deposit of \$6,000
- (b) Funds for an Office Switchboard of \$1,675
- (c) Office Petty Cash of \$379

**Footnote 2: PRPD Fund Unbilled Expenses (USDC)**

This amount represents TCA Office expenses incurred during the month of December that are to be invoiced to the U.S. District Court in the next 60 days.

**Footnote 3: PRTC Deposit**

As a prerequisite to establishing a telephone/internet service with the PRTC/Claro for the TCA Office, a commercial deposit of \$150 is required. Upon the closing of this account service, this deposit is to be applied towards the TCA Office's final invoice with any excess deposit to be refunded.

**Footnote 4: USDC Excess Deposit**

During the month of December of 2014, the TCA Office received funds in excess of the actual amounts deemed correct. This overpayment has been recorded as an excess deposit held in escrow by the TCA Office and is to be adjusted from the January 2015 Invoice and resolved.

**Footnote 5: TCAPR Overbilled**

The net overbilling of employee compensation of \$1,210 initially estimated for the month June and to be adjusted from the January 2015 Invoice and resolved.